

DAVID B. STURLESE

Petroleum & Consulting Geologist

P. O. Box 51405

Lafayette, LA 70505

(337) 232-1700

February 3, 2004

COMMISSIONER OF CONSERVATION
HONORABLE JAMES H. WELSH
617 NORTH THIRD STREET
BATON ROUGE LA 70802

**RE: HENRY SAND, RESERVOIR A
NORTH LEROY FIELD
VERMILLION PARISH, LA**

Dear Commissioner Welch,

Application is hereby made on behalf of REAUX ESTATE to the Commissioner of Conservation for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of orders pertaining to the following matters relating to the Henry Sand, Reservoir A, in the North Leroy Field, Vermillion Parish, Louisiana.

1. To dissolve the single drilling and production unit created for the Henry Sand, Reservoir A by order 398B-3, effective February 19, 2002, and simultaneously there with, to recreate a single drilling and production unit for the Henry Sand, Reservoir A, as shown on the plat attached hereto and made a part hereof.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed units with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate Alpine Resources Inc. as unit operator and the Phillip Leblance No. 1 as the unit well for the unit so created.
4. To provide that any wells drilled to the Henry Sand, Reservoir A shall be located in accordance with the spacing provisions of Statewide Order No. 29-E.
5. To provide that the Commissioner may reclassify the reservoirs by Supplemental Orders without the necessity of a public hearing should such reclassification be warranted, based on evidence furnished by the Commissioner.
6. To discuss any other matters that may be pertinent to this application.

The Henry Sand, in the North Leroy Field, Vermillion Parish, Louisiana, was previously defined in Office of Conservation Order No. 398-B, effective July 1, 1959 is hereby further defined as that gas and condensate bearing sands encountered between the depths of 12220' - 12268' electric log measured depths in the Alpine Resources, Inc., Phillip Leblance No.1 well, located in Section 2, Township 11 South, Range 2 East, Vermillion Parish, Louisiana.

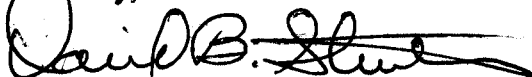
A pre-application conference was held in Lafayette on Monday January 12, 2004. David Sturlese, who discussed the basis for the applicant's unit, opened the conference. Doffie Ross representing Alpine Resources Inc. presented a counter proposal that would not dissolve the existing unit. Mr. Jim Hardwick representing Reeves et al also presented a different structural interpretation, which added acreage to the east and remove acreage south. Opposition is expected at the hearing.

All pertinent data relating to the subject application can be obtained **AT THE COST OF THE REQUESTING PARTY**, from David Sturlese, P. O. Box 51405, Lafayette, LA 70505, (337) 232-1700.

Since the pre-application conference was held, additional pertinent information was obtained which has caused the applicant to change their proposed unit. There is attached hereto and made a part hereof, a plat outlining the proposed unit. A meeting to discuss the revised unit is hereby scheduled for **Wednesday February 18, 2004 at 10:30 A.M.** at the Petroleum Club of Lafayette, 111 Heymann Blvd., Lafayette, LA 70503, whose telephone number is (337) 232-2582.

Pursuant to the Revised Rules of Procedure, a list of the names and addresses of the Interested Owners, Interested Parties and Represented Parties to whom this application is being sent is being furnished **ONLY** to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, the list of parties will be provided to any party requesting a copy. A diligent effort was made to ascertain the names and addresses of all Interested Owners, Interested Parties and Represented Parties as required by the Revised Rules of Procedure. Also enclosed is our check made payable to the Office of Conservation representing the required hearing application fee.

Sincerely,



DAVID B. STURLESE

Enclosures

Ss

cc: Mr. Richard Hudson
Office of Conservation
825 Kaliste Saloom Rd
Brandywine III, Ste. 2209
Lafayette, LA 70505
Interested Parties, Interested Owners and Represented Parties

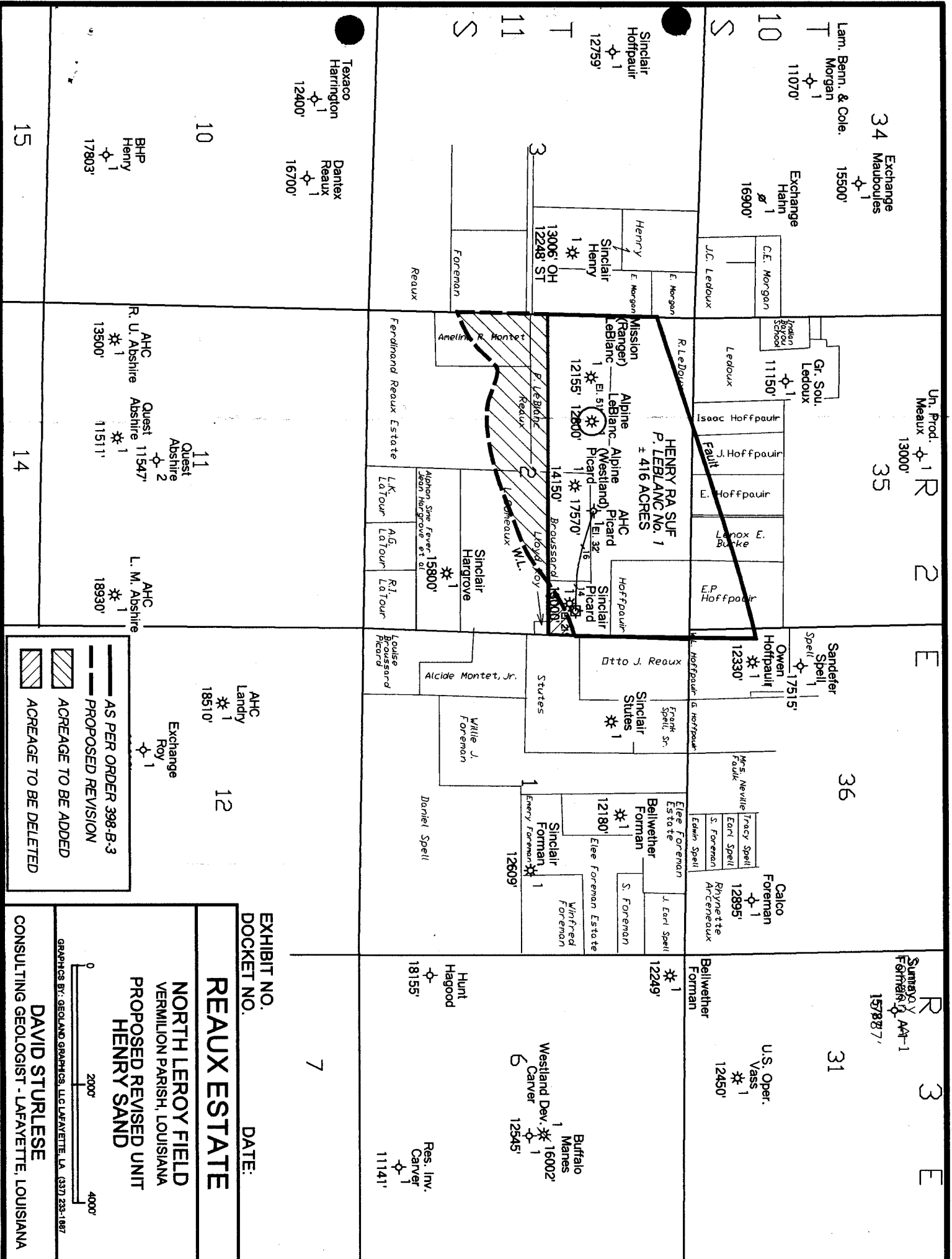


EXHIBIT NO. _____ DATE: _____
DOCKET NO. _____
REUX ESTATE
NORTH LEROY FIELD
VERMILION PARISH, LOUISIANA
PROPOSED REVISED UNIT
HENRY SAND

DAVID STURLESE
CONSULTING GEOLOGIST - LAFAYETTE, LOUISIANA

GRAPHICS BY: GEOLAND GRAPHICS, LLC LAFAYETTE, LA 70503-233-1887